

**REGULAR STATE CREDIT UNION BOARD MEETING
HELD BY CONFERENCE CALL
OFFICE OF THE COMMISSIONER
DEPARTMENT OF FINANCIAL INSTITUTIONS
2000 SCHAFFER STREET, SUITE G
BISMARCK, NORTH DAKOTA**

March 5, 2004

The regular meeting of the State Credit Union Board was called to order by Chairman Karsky in the Office of the Commissioner, Department of Financial Institutions, 2000 Schaffer Street, Suite G, Bismarck, North Dakota, at 9:30 a.m., Friday, March 5, 2004, by conference call arrangement.

MEMBERS PRESENT: Timothy J. Karsky, *(Office)*
Judy A. Millar, Member *(West Fargo)*
Ervin E. Mund, Member *(Bismarck)*
Melanie Stillwell, Member *(Williston)*
Steven S. Tonneson, Member *(Minot)*

MEMBERS ABSENT: None

ALSO PRESENT: Robert J. Entringer, Secretary *(Office)*
Jim Laidlaw, Chief Examiner – Credit Unions *(Office)*
Kermit Larson, North Dakota Credit Union League *(Office)*

MINUTES PREVIOUSLY APPROVED BY MAIL

The minutes for the regular meeting of December 5, 2003, and the special meeting of January 8, 2004, had been previously mailed to the Board and approved.

ADMINISTRATIVE RULES – DISCLOSURE OF CUSTOMER INFORMATION

Chairman Karsky explained no comments had been received since the hearing held on January 8, 2004, nor were any comments received prior to the

hearing. The Board heard public comment from Marilyn Foss and Greg Tschider at the hearing.

Chairman Karsky explained the next step is for the Board to approve the proposed administrative rules so they can be sent to the Attorney General's Office. Assistant Commissioner Entringer explained the process is to draft a written record of the process, submit that to the Attorney General's Office and once they issue a letter stating the procedures have been properly followed, the rules would go to the Legislative Council for final publication, and then the Department would have to appear before the Administrative Rules Committee at which point the rules are final.

It was moved by Member Millar, seconded by Member Mund, and unanimously carried to approve the Administrative Rules regarding Disclosure of Customer Information.

ARTICLES OF AMENDMENT – CERTIFICATE OF ORGANIZATION

Assistant Commissioner Entringer indicated the proposed Articles of Amendment for St. Alexius Medical Center Credit Union, Bismarck, to change its name to St. Alexius Community Credit Union, Bismarck, had not been sent to the Board. He explained the name change is to more accurately describe the credit union's new community charter. For the record it is noted that Member Mund is President of St. Alexius Medical Center Credit Union.

It was moved by Member Tonneson, seconded by Member Stillwell, and unanimously carried to approve the name change of St. Alexius Medical Center Credit Union, Bismarck, to St. Alexius Community Credit Union, Bismarck.

ARTICLES OF AMENDMENT TO THE BYLAWS

City and County Employees Credit Union, Fargo – to amend Article VIII, Section 1, Board of Directors

Assistant Commissioner Entringer explained City and County Employees Credit Union proposes to amend Article VIII, Section 1, Board of Directors, to

change the number of directors from 9 to 7, and the terms would also change as set forth in the proposed amendment.

Chief Examiner Laidlaw indicated the Department had no concerns with reducing the number of directors for City and County Employees Credit Union.

It was moved by Member Mund, seconded by Member Millar, and unanimously carried to approve the Articles of Amendment to the Bylaws of City and County Employees Credit Union, Fargo.

Citizens Community Credit Union, Devils Lake – to amend Article XI, Supervisory Committee

Chief Examiner Laidlaw explained the reasons for this proposed change is that the Supervisory Committee of this credit union is inactive; therefore, they are changing the role of the Supervisory Committee whereas the Board of Directors would act as the Supervisory Committee. The Department has no concerns with this amendment.

It was moved by Member Mund, seconded by Member Tonneson, and unanimously carried to approve the Articles of Amendment to the Bylaws of Citizens Community Credit Union, Devils Lake.

The Board went into closed session at 9:41 a.m.

Timothy J. Karsky, Chairman

Robert J. Entringer, Secretary